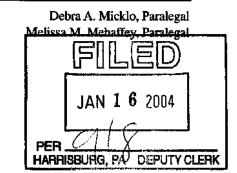
LAW OFFICES OF PETER J. RUSSO, P.C.

ATTORNEYS AT LAW

3800 Market Street Camp Hill, PA 17011

Peter J. Russo, Esquire Scott A. Stein, Esquire John N. Papoutsis, Esquire

Tuesday, January 13, 2004



US Middle District Court Attn: Mark Armbruster P.O. Box 983 Harrisburg, PA 17108

RE: Updated status of Lee Freeman/Floor Coverings International

Dear Mr. Armbruster:

Please allow this letter to act as an update for the court in regards to the aforementioned civil suit.

Per Attorney Dorothy Mott, Lee Freeman is still in the Chapter 13 plan and making regular payments. He is about one-half finished with the payments. When the balance is paid in full he will be discharged from the civil suit.

If I can be of further assistance please do not hesitate to contact me. Thank you for your time and consideration in this matter.

Sincerely,

Debra A. Micklo